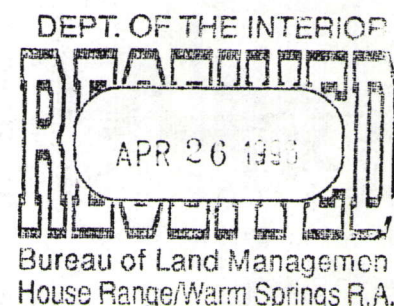


5/027/056



3900 Redwing St.
West Valley City, UT. 84119

(801) 969-1863
Cell. (801) 599-6773



April 22, 1996

#
Mini

Rody Cox
Bureau of Land Management
Warm Springs Resource Area
PO Box 778
Fillmore, Utah 84631

Re: Notice case file number UTU - 070693

Dear Mr. Cox,

Enclosed is a Notice of Operation to include another unpatented mining claim. In conjunction, we do plan on continuing our other activities in Miller and Water canyons. The notice request is to expand our operation to include the SE/4 of the NE/4 of Sec. 11, T. 19 S., R. 14 W., SLBM. This encompasses both sample testing and dry wash processing. A Joint Permit Application form is being submitted to the US Army Corps of Engineers to include the addition in Section 11. An extension request is also being submitted to the State of Utah Division of Water Rights for our operation in Miller Canyon. Our present stream alteration permit expires July 14, 1996. A copy of this request and the Joint Permit Application are provided for your information.

Again, thank you for your continuing assistance and cooperation.

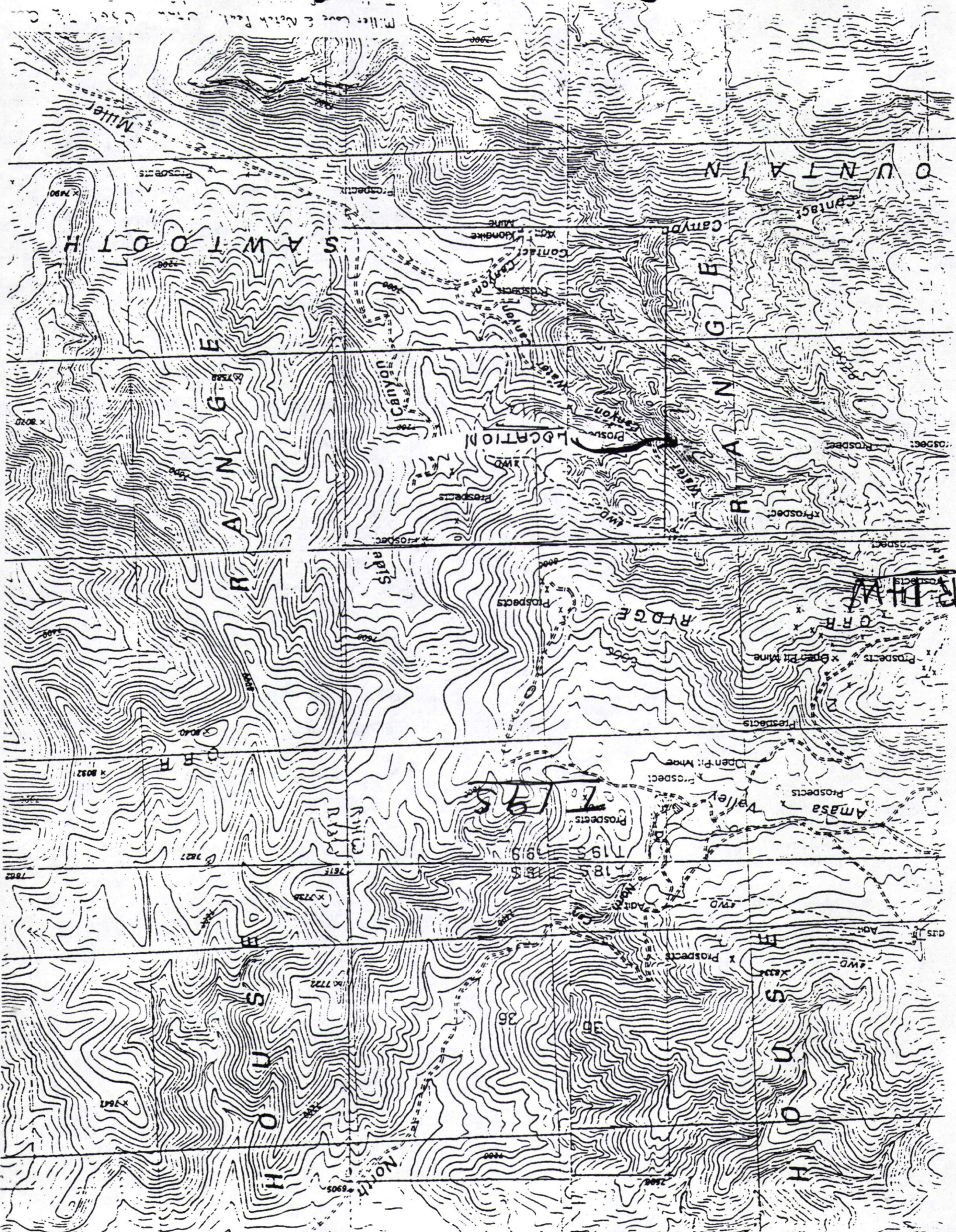
Sincerely,

Marion K. Nielson
Marion K. Nielson

CC: Fred Lindbeck

enclosures:

1. Stream alteration permit extension request
2. Joint Permit Application



NOTICE

OR

PLAN OF OPERATIONS

(For Operations Proposed Under the 43 CFR 3809 Regulations)

Instructions to Claimant/Operator: Circle "Notice" (above) if proposed mining activity within the project area will disturb a total of five (5) acres or less during the calendar year. Circle "Plan of Operations" if disturbance will exceed five (5) acres during the calendar year or if operations are within one of the specially designated areas described in 43 CFR 3809.1-4(b). Complete the form in as much detail as possible. Additional sheets may be used if necessary. Use maps or sketches where appropriate (maps or sketches are required for submitted plans of operations and are recommended for submitted notices). A review of the 43 CFR 3809 regulations should be conducted prior to completion of this form and submission to the appropriate BLM office.

Operator Information:

| <u>Name</u> | <u>Address</u> | <u>Telephone</u> |
|-------------------|----------------------------------|------------------|
| Marion K. Nielson | 3900 Redwing St., WVC, Ut 84119 | (801) 969-1863 |
| Scott A. Nielson | 3900 Redwing St., WVC, Ut 84119 | (801) 969-1863 |
| Robert A. Nielson | 7909 W. 3320 S., Magna, Ut 84044 | (801) 250-9269 |

Claimant Information (If different than operator):

| <u>Name</u> | <u>Address</u> | <u>Telephone</u> |
|-------------|----------------|------------------|
|-------------|----------------|------------------|

Claim Information (Claim names, circle claim types (Lode, Placer, Mill Site, Tunnel), UMC Serial Number. List only the claims where the disturbance is proposed):

Kents Prophecy, UMC 355711

Location of Proposed Activity (i.e. County, Township, Range, Section and Quarter section):

SE/4 of the NE/4 of Section 11.

Describe Pre-Existing Disturbances and Structures or Indicate on Maps or Sketches (Mine and Mill Facilities, Workings, Tailings, Dump Areas, etc... It may be to your advantage to document existing disturbance with photographs):

There are no distinctive pre-existing disturbances other than a number of pick and shovel test holes.

Describe Access Routes (Existing and proposed, for proposed road construction specify length and width in feet):

A pre-existing road runs adjacent on the east perimeter of the proposed operation

Proposed Operations: Describe the entire proposed operation, including the type of material being removed and all surface disturbing activities (road construction, drilling, trenching, backhoe and bulldozer exploration, mining, waste disposal, etc.). List all mechanized earth moving equipment to be used during the operation and state if any explosives are to be utilized. Describe and furnish a map or sketch, when applicable, showing existing surface disturbances, structures, facilities, etc., and the location and size of areas where surface disturbance are proposed, including existing and/or proposed routes of access. Calculate the total acreage proposed for disturbance (1 AC. = 43,560 sq. ft.).

A backhoe and front loader will be used to excavate a small work area. the removed gravel and granite will be processed with a forced air dry wash system. There will be less than 1 acre of disturbance. The access will be the pre-existing road. No new approaches are planned at this time. No explosives are planned under this operation.

Date Operations are Proposed to Commence as Outlined in this Submittal - (Month, Day, Year):

Approx july 1996

Proposed Completion Date - (Month, Day, Year):

Approx 15 Nov 1996 with annual operations planned

Proposed Reclamation: Describe the proposed reclamation procedures and other measures to be taken to prevent unnecessary or undue degradation of the lands, including measures to be taken if a period of non-operation is anticipated. When reclamation has been completed, the Authorized Officer of the BLM shall be notified so that an inspection of the area can be made.

Processed earth will be backfilled into excavated area.

I hereby declare that I, or persons I have authorized to do so, will complete all necessary reclamation of areas disturbed during the course of my operations to the standards described in 43 CFR 3809.1-3(d) and that reasonable measure will be taken to prevent unnecessary or undue degradation of the federal lands during operations.

Marion K. Nielsen
Signature of Claimant or Operator

22 Apr 1996
Date

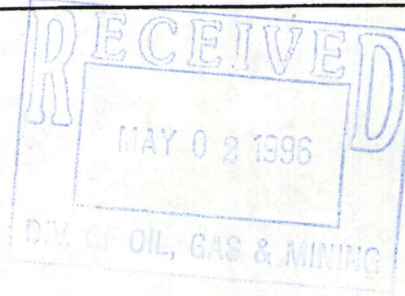
Notice to Claimants/Operators:

1. A notice submitted in relation to the 43 CFR 3809 regulations does not require approval from the BLM. However, notification of such activities shall be made at least 15 days before commencing operations. Approval of a submitted plan of operations is required from the BLM prior to commencing operations. The BLM will promptly acknowledge receipt of a plan and will notify the claimant/operator of the status of the plan within 30 days of receipt.
2. Approval of a plan of operations does not constitute certification of ownership to any person named as claimant/operator herein, nor does approval constitute recognition of the validity of any mining claims named herein.
3. Information and data submitted and specifically identified by the operator as containing trade secrets of confidential or privileged commercial or financial information should be attached to a separate page and cited in the text of the notice or plan of operations. This information will be filed separately by the BLM and will not be available for public inspection.
4. Failure of an operator to file a notice under 3809.1 - 3 or a plan of operations under 3809.1 - 4 will be subject to the operator, at the discretion of the authorized officer, to being served a notice of non-compliance or enjoined from the continuation of such operations by a court order until such time as a plan or notice is filed with the authorized officer.

3900 Redwing St.
West Valley City, UT. 84119



(801) 969-1863
Cell. (801) 599-6773



April 22, 1996

Robert L. Morgan, P.E.
Division of Water Rights
1636 West North Temple, Suite 220
Salt Lake City, Utah 84116-2999

Re: Stream Channel Alteration Permit Number 95-18-01SA.

Dear Mr. Morgan,

A request for an extension to continue our precious metal recovery is hereby requested. The need for the extension is essential in order to provide the opportunity to make this operation a profitable venture. The sluice wing wall embankment is necessary to provide the water for a trommel sluice operation. The water is normally available only during the spring and fall periods. Consequently, the production period is limited. The water flow is never circumvented and proceeds through its natural courses. With the proper approvals, we hope to continue the operation annually.

Your cooperation in this matter is greatly appreciated.

Sincerely,

Marion K. Nielson
Marion K. Nielson

CC:
Rody Cox - Bureau of Land Management
Fred Lindbeck - New Klondike President

JOINT PERMIT APPLICATION FORM

U. S. ARMY CORPS OF ENGINEERS - FOR SECTIONS 404 AND 10

UTAH STATE ENGINEER'S OFFICE - FOR NATURAL STREAM CHANNELS

Application Number _____ / _____
 (Assigned by: _____ Corps _____ State Engineer _____)

| | | |
|--|--------------------------|--|
| Applicant's Name (Last, First MI.) Nielson, Marion K. | Authorized Agent Same | Telephone Number and Area Code (801) 969-1863 |
|--|--------------------------|--|

Applicant's Address (Street, RFD, Box Number, City, State, Zip)
 3900 Redwing St., West Valley City, Utah 84119

PROJECT LOCATION

| | | | | |
|--|--|--|---------------|------------------------------|
| Quarter Section(s) SE/4 of the NE/4 | Section 11 | Township T19S | Range R14W | Base & Meridian Salt Lake |
| County Millard | Watersources to be altered No Diversion | Check one: <input type="checkbox"/> Within city limits <input checked="" type="checkbox"/> Outside city limits List town or nearest town: Hinkley, Utah | | |

Project location or address:
 Central Water Canyon area of the House Range, Notch. Peak Quadrangle

Brief description of project:
 A backhoe and front loader will be used to excavate a small work area. The removed gravel and granite material will be processed with a forced air dry wash system

Purpose (justification) of project:
 Placer gold recovery.

Is this a single and complete project or is it part of a larger project, continuing project, or other related activities? If so, please describe the larger project or other related activities.
 This is a continuing project. We also have continuing projects in the NE/4 of section 12 and the New Klondike Miller Canyon area in the mideast center of the SW/4 of section 12. Applications for these projects were submitted Oct 94 and May 95.

If project includes the discharge of dredged or fill material:

Cubic yards of material: Less than 3,000 cubic yards annually.

Average or square footage of waters of the United States, including wetlands, affected by the project: None

Source and type of fill material: Overburden and processed materials.

Alternatives (other ways to accomplish the project purpose):

None

Names and addresses of adjacent property owners or other individuals who may be affected by this project:

No effects should be felt. This area is adjacent to the New Klondike Mining claims. President of which is Fredrick L. Lindbeck, 511 eagle St., Mesquite NV 89024.

List other authorizations required by Federal, state or local governments (i.e.; National Flood Insurance Program), and the status of those authorizations.

An amended Notice of Operation has been submitted to the Warm Springs BLM Resouces Area. Current BLM Case File is UTU-070693. The state of Utah authorizations are 95-18-01SA and S/027/056.

Estimated starting date of project

July 1996

Estimated completion date

Ongoing

(If project has already been partially or totally completed, indicate date of work. Indicate existing work on drawings).

Application is hereby made for a permit or permits to authorize the activities described herein. I certify that I am familiar with the information contained in the application, and that to the best of my knowledge and belief such information is true, complete and accurate. I further certify that I possess the authority to undertake the proposed activities or am acting as the duly authorized agent of the applicant.

Signature of applicant

Mario K. Nielsen

Date

12 Apr 1996

I hereby certify that _____ is acting as my agent for this project.

Agent's address and telephone number

INSTRUCTIONS

Applications which do not include the following will not be processed.

For a complete application, you MUST include the following on 8 1/2 by 11 paper (for large projects, multiple sheets with a key may be used). Clear, hand-drawn plans approximately to scale are acceptable.

1. An accurate location map (USGS quadrangle map preferred)
2. A plan view of the proposed activity (as seen from above) including dimensions of work.
3. A cross-section view of the proposed activity (may use typical cross-section for large projects) including dimensions.
4. For projects which include wetlands, an accurate wetland delineation must be prepared in accordance with the current method required by the Corps.